OHIGINAL



BEFORE THE ARIZONA CORPORATION CO

COMMISSIONERS

1

2

3

4

5

6

7

8

9

10

11

12

BOB STUMP, Chairman GARY PIERCE BRENDA BURNS BOB BURNS SUSAN BITTER SMITH AZ GÖM --DOCKET GG. Arizona Corporation Commission

DOCKETED

2013 JAN 22 PA 3 49 JAN 22 2013

DOCKETED BY

IN THE MATTER OF THE APPLICATION OF SOUTHWESTERN TELEPHONE COMPANY, AN ARIZONA CORPORATION, FOR A HEARING TO DETERMINE THE EARNINGS OF THE COMPANY, THE FAIR VALUE OF THE COMPANY FOR RATEMAKING PURPOSES, AND TO INCREASE RESIDENTIAL RATES AS NECESSARY TO COMPENSATE FOR THE RATE IMPACTS OF THE FCC'S USF/ICC TRANSFORMATION ORDER

DOCKET NO. T-01072A-12-0472

MOTION FOR PROCEDURAL ORDER

Southwestern Telephone Company ("Southwestern Telephone") moves for a procedural order that will allow new rates to be effective by June 1, 2013.

On November 23, 2012, Southwestern Telephone filed an application to increase residential rates to the federal \$14/month rate floor that will go into effect on June 1, 2013. As more fully set forth in its application, if residential rates are not set to \$14 by June 1, 2013, Southwestern Telephone will lose federal high-cost loop support in an amount equal to the difference between current residential rates and the new federal floor. This will only exacerbate Southwestern Telephone's current inability to earn a reasonable return on its utility investment.

Southwestern Telephone's application was deemed "accepted" by operation of law on December 24, 2012. Southwestern Telephone asks that a procedural schedule be set that will allow rates to be effective by June 1, 2013, including a hearing date, a form of notice, and deadlines for customer notice, intervention, and testimony. Southwestern Telephone suggests

17

that the procedural order setting the schedule be modeled after the one issued on August 29, 2012, in Docket No. T-02063A-12-0302 (Arizona Telephone Company).

The undersigned counsel has conferred with counsel for Utilities Division Staff ("Staff"). Southwestern Telephone is authorized to state that Staff supports this Motion and that Staff is presently working on its Staff Report concerning Southwestern Telephone's Application.

Respectfully submitted on January 22, 2013.

Craig A. Marks

Craig A. Marks, PLC

10645 N. Tatum Blvd., Ste. 200-676

rain a. Marca

Phoenix, Arizona 85028

(480) 367-1956 (Direct)

(480) 367-1956 (Fax)

Craig.Marks@azbar.org

Attorney for Southwestern Telephone Company

Original and 13 copies **filed** on January 22, 2013, with:

Docket Control Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Copy e-mailed

on January 22, 2013, to:

Maureen Scott
Senior Staff Counsel
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007
mscott@azcc.gov

By:

Craig A. Marks